



COUNTY OF SAN DIEGO

AGENDA ITEM

BOARD OF SUPERVISORS

GREG COX
First District

DIANNE JACOB
Second District

KRISTIN GASPAR
Third District

RON ROBERTS
Fourth District

BILL HORN
Fifth District

DATE: November 14, 2017

DRAFT

XX

TO: Board of Supervisors

SUBJECT

BEHAVIORAL HEALTH SERVICES' MULTI-YEAR CONTRACT FOR SUBSTANCE USE DISORDER SERVICES FOR FISCAL YEAR 2017-18 THROUGH FISCAL YEAR 2019-20 (DISTRICTS: ALL)

OVERVIEW

The California Department of Health Care Services (DHCS) provides funding to counties in California for alcohol and drug services through the Substance Use Disorder Services Contract that is renewed every three years. On January 6, 2015 (6), the Board of Supervisors approved a multi-year contract for Fiscal Years (FY) 2014-15 through 2016-17 to cover non-Drug Medi-Cal and Drug Medi-Cal substance use treatment services. Effective FY 2017-18, the multi-year contract will be issued separately to cover Drug Medi-Cal and non-Drug Medi-Cal substance use treatment services respectively. This new three-year contract only covers Drug Medi-Cal substance use treatment services and federal and State funding reimbursement. The multi-year non-Drug Medi-Cal contract is planned for renewal in Fiscal Year 2017-18 pending receipt of the State Contract.

The County of San Diego's (County) implementation plan for the Drug Medi-Cal Organized Delivery System (DMC-ODS), a pilot program to test a new paradigm for the organized delivery of health care services for Medi-Cal eligible individuals with a substance use disorder, was recently approved by DHCS, with the pending approval of the County's DMC-ODS Fiscal Plan. Once executed, the Intergovernmental Agreement between DHCS and the County for covered DMC-ODS substance use disorder treatment will supersede this multi-year Substance Use Disorder Services Contract.

Today's action requests your Board to authorize the Clerk of the Board to execute the multi-year Substance Use Disorder Services Contract with DHCS and accept funding for FY 2017-18 through 2019-20. Today's action also requests your Board to authorize the Clerk of the Board to execute any future amendments to the contract, subject to the approval of the Agency Director, Health and Human Services Agency. Revenue from this contract will be used to fund an array of

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alcohol and drug services included in the Health and Human Services Agency's Operational Plan for Drug Medi-Cal.

Today's actions support the countywide *Live Well San Diego* vision by ensuring that vulnerable populations with substance use disorders continue to have access to services, promoting health and well-being in children, adults and families, and encouraging self-sufficiency, which promotes a healthy, safe and thriving region.

RECOMMENDATION(S)

CHIEF ADMINISTRATIVE OFFICER

1. Approve and authorize the Clerk of the Board to execute the Substance Use Disorder Services Drug Medi-Cal Contract in the amount of \$11,043,897 from the State of California and accept the funding for Fiscal Years 2017-18 through 2019-20.
2. Approve and authorize the Clerk of the Board, subject to the approval of the Agency Director, Health and Human Services Agency, upon receipt, to execute amendments to the Substance Use Disorder Services Drug Medi-Cal Contract with the State of California, as required, to reflect revised revenue amounts allocated by the State.

FISCAL IMPACT

Funds for this request are included in the Fiscal Year 2017-19 Operational Plan in the Health and Human Services Agency. If approved, this request will result in estimated annual costs and revenue of \$3,681,299 in Fiscal Year 2017-18 through Fiscal Year 2019-20 for a total of \$11,043,897. The funding sources are Department of Health Care Services (DHCS) Federal Financial Participation (FFP) and State General Fund. There will be no change in net General Fund and no additional staff years.

BUSINESS IMPACT STATEMENT

N/A

ADVISORY BOARD STATEMENT

At the regularly scheduled meeting on November 2, 2017, the Behavioral Health Advisory Board voted _____.

BACKGROUND

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SUBSTANCE USE DISORDER SERVICES FOR FISCAL YEAR 2017-18
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The California Department of Health Care Services (DHCS) and the County of San Diego (County) enter into a contract every three years for the purpose of identifying and providing funding for covered Drug Medi-Cal (DMC) and non-DMC services for substance use treatment in the County's service area. Effective Fiscal Year 2017-18, two contracts will be issued to separately cover DMC and non-DMC services and funding.

This multi-year substance use disorder contract covers the DMC services and funding. The objective is to make substance use treatment services available to Medi-Cal beneficiaries through utilization of federal and State funds available for covered services rendered by certified DMC providers. Providers claim direct services for DMC reimbursement to DHCS for all covered services under Title 22, Sections 51490.1, 51341.1(c-d) and 51516.1; and administrative costs for administering the DMC program. This contract is also controlled by applicable provisions of (a) the W&I code, Chapter 7, Sections 14000, et seq., in particular, but not limited to, Sections 14100.2, 14021, 14021.5, 14021.6, 14043, et seq., (b) Division 4 of Title 9 of the California Code of Regulations (hereinafter referred to as Title 9). This agreement reimburses the federal share and the State General Fund share of the program. Annual estimated amount of federal share included in the multi-year substance use disorder contract is \$3,261,880 and the State General Fund share is \$419,419.

The County's implementation plan for the Drug Medi-Cal Organized Delivery System (DMC-ODS), a pilot program to test a new paradigm for the organized delivery of health care services for Medi-Cal eligible individuals with a substance use disorder, was recently approved by DHCS, with the pending approval of the County's DMC-ODS Fiscal Plan. Once executed, the Intergovernmental Agreement between DHCS and the County for covered DMC-ODS substance use disorder treatment will supersede this multi-year Substance Use Disorder Services Contract

Today's requested actions will authorize the acceptance, and any amendment to reflect revised contract amounts allocated by the State to the Health and Human Services Agency (HHSA), Behavioral Health Services Substance Use Disorder Services DMC Contract. This authority will allow HHSA, Behavioral Health Services to continue providing substance use disorder services available to Medi-Cal beneficiaries.

LINKAGE TO THE COUNTY OF SAN DIEGO STRATEGIC PLAN

Today's proposed actions support the Healthy Families and Safe Communities initiatives in the County of San Diego's 2017-22 Strategic Plan, as well as the County's *Live Well San Diego* vision by providing a comprehensive and coordinated system of programs to address alcohol and substance use disorders at both community and countywide levels.

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Respectfully submitted,

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FUNCTION TO INSERT
SIGNATURE

HELEN N. ROBBINS-MEYER
Chief Administrative Officer

ATTACHMENT(S)

Behavioral Health Services Multi-Year Contract for Substance Use Disorder Services for Fiscal
Years 2017-18 through 2019-20

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AGENDA ITEM INFORMATION SHEET

REQUIRES FOUR VOTES: ☐ Yes ☒ No

WRITTEN DISCLOSURE PER COUNTY CHARTER SECTION 1000.1 REQUIRED

☐ Yes ☒ No

PREVIOUS RELEVANT BOARD ACTIONS:

January 6, 2015 (6), Behavioral Health Services Substance Use Disorder Services Revenue Agreement with the Department of Health Care Services; September 10, 2013 (7), Extension of Behavioral Health Services Alcohol and Drug Services Revenue Agreement with the State of California and continued payment of approved claims received from DHCS for NTP; November 8, 2011 (15), Realignment of Narcotic Treatment Programs; June 22, 2010 (9); Alcohol and Drug Services Revenue Contract with the State of California.

BOARD POLICIES APPLICABLE:

N/A

BOARD POLICY STATEMENTS:

N/A

MANDATORY COMPLIANCE:

N/A

**ORACLE AWARD NUMBER(S) AND CONTRACT AND/OR REQUISITION
NUMBER(S):**

N/A

ORIGINATING DEPARTMENT: Health and Human Services Agency

OTHER CONCURRENCE(S): N/A

CONTACT PERSON(S):

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